

IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF OREGON

DOUGLAS ASHBY, CAROL PORTO, and  
GRANT WENZLICK,

01-CV-1446-BR

OPINION AND ORDER

Plaintiffs,

v.

FARMERS GROUP, INC., and  
FARMERS INSURANCE COMPANY OF  
OREGON,

Defendant.

N. ROBERT STOLL  
STEVEN D. LARSON  
DAVID F. REES

Stoll Stoll Berne Lokting & Schlachter, P.C.  
209 S.W. Oak St., Fifth Floor  
Portland, OR 97204  
(503) 227-1600

CHARLES A. RINGO  
4085 S.W. 109<sup>th</sup> Ave.  
Beaverton, OR 97005  
(503) 643-7500

Attorneys for Plaintiffs

**BARNES H. ELLIS**  
**STEPHEN A. REDSHAW**  
**TIMOTHY W. SNIDER**

Stoel Rives, LLP  
900 S.W. Fifth Ave., Suite 2600  
Portland, OR 97204-1268  
(503) 224-3380

Attorneys for Defendant

**BROWN, Judge.**

This matter comes before the Court on Defendants' Motion for Stay (#353) pending the outcome of the United States Supreme Court's review of issues presented in the following related potential class-action cases: *Edo v. GEICO Casualty Co.*, CV 02-678-BR, *Spano v. Safeco Insurance Company*, CV 02-678-BR (in which Petitions for Writ of Certiorari have been granted), and possibly *Willes v. State Farm Fire and Casualty*, CV 01-1457-BR (in which a Petition of Writ of Certiorari is pending). For the following reasons, the Court **GRANTS** Defendants' Motion for Stay.

In *Edo* and *Spano*, the Supreme Court has agreed to review the Ninth Circuit's decision as to (1) the appropriate standard for determining what constitutes a willful violation under the Fair Credit Reporting Act (FCRA), 15 U.S.C. § 1681n(a) and (2) when an adverse action has occurred. This Court, in the exercise of its discretion, previously granted a stay of further proceedings in *Edo* and *Spano* as well as in *Willes* because this Court concluded "the Supreme Court's analysis of FCRA's adverse-action notice

requirements may well address or at least clarify who should receive a notice of adverse action under FCRA." *See Willes*, Opin. and Order at 3 (issued Oct. 26, 2006).

Defendants assert a stay is appropriate in this case because the appropriate willfulness standard is of particular significance in light of Defendants' pending Motion for Summary Judgment in which they assert, *inter alia*, that Plaintiffs cannot satisfy their burden of proving Defendants willfully violated FCRA's adverse-action notice requirements. The Court agrees the Supreme Court's opinion as to the proper standard for determining "willfulness" may be relevant to the analysis of this aspect of Defendants' Motion.

In addition, Defendants assert this matter should be stayed because Plaintiffs also have moved to increase the size of the class that already has been certified based on the Ninth Circuit's "expansive definition of adverse action" to include a requirement that initial applicants for insurance receive adverse-action notices. The Court, however, is not persuaded the Supreme Court's review as described in the Order granting the Writ of Certiorari will affect this aspect of the Ninth Circuit's opinion.

Nevertheless, in light of the importance of the pending Motion for Summary Judgment and the significance of the Supreme Court's ultimate decision to any future ruling on the willfulness

issue, this Court, in the exercise of its discretion, concludes a stay of these proceedings is appropriate pending the Supreme Court's decision.

#### **CONCLUSION**

For these reasons, the Court **GRANTS** Defendants' Motion to Stay (#353). Accordingly, the Court **DENIES as moot** Defendants' and Plaintiffs' Motions for Extension of Time (#356 and #358 respectively). Plaintiffs' Motion to Amend Class Definition (#288), Defendants' Motion for Summary Judgment (#334), Defendants' Motion to Take Deposition of Plaintiffs' Expert Witness (#339), and Plaintiffs' Motion for Partial Summary Judgment (#345) are deemed to be withdrawn and may be reinstated upon further order of the Court. All case management dates are hereby **STRICKEN**, including the trial date.

The parties shall file a joint status report **no later than February 1, 2007**.

IT IS SO ORDERED.

DATED this 30<sup>th</sup> day of October, 2006.

/s/ Anna J. Brown

---

ANNA J. BROWN  
United States District Judge

